## Bill

Receive	ed: <b>10/04/2006</b>	Received By: tki	Received By: tkuczens					
Wanted	: As time perm	its		Identical to LRB	Identical to LRB:  By/Representing: Fath  Drafter: tkuczens  Addl. Drafters:			
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/P2	tkuczens 01/14/2007	kfollett 01/15/2007	sherritz 01/04/2007	_ sbasford _ 01/04/2007		S&L		
/P3	tkuczens 01/26/2007	kfollett 01/26/2007	nnatzke 01/15/2007	mbarman 01/16/2007		S&L		
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## Bill

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For: Adı	ministration-B	udget			By/Representing: Fath				
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Wanted:	As time perm	its						
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Bill

Received: 10/04/2006	Received By: tkuczens

Wanted: As time permits Identical to LRB:

For: Administration-Budget By/Representing: Fath

This file may be shown to any legislator: **NO**Drafter: **tkuczens** 

May Contact: Addl. Drafters:

Subject: Education - school boards Extra Copies: PG

Submit via email: NO

**Pre Topic:** 

DOA:.....Fath, BB0109 -

Topic:

Add new schools to SAGE Program

**Instructions:** 

See Attached

**Drafting History:** 

Vers. <u>Drafted</u> <u>Reviewed</u> <u>Typed</u> <u>Proofed</u> <u>Submitted</u> <u>Jacketed</u> <u>Required</u>

<END>

/P1 tkuczens

FE Sent For:

## 2007-09 Budget Bill Statutory Language Drafting Request

• Topic: Add New Schools to the SAGE Program

• Tracking Code: BBOID9

SBO team: Education

SBO analyst: Erin FathPhone: 266-5468

• Email: <u>erin.fath@wisconsin.gov</u>

• Agency acronym: DPI

Agency number: 255

• Priority (Low, Medium, High): HIGH

Date:

October 4, 2006

To:

Steve Miller

From:

Erin Fath

Subject:

Statutory Language Request

#### Add New Schools to the SAGE Program

Please modify the statutes (s. 118.43) to permit DPI to award a fourth wave of contracts under the SAGE program, beginning in the 2008-09 school year. For contracts beginning in the 2008-09, reduce class size to 15 pupils or less in the following manner:

- In 2008-09, in at least grades kindergarten and 1;
- In 2009-10, in at least grades kindergarten to 2; and
- In 2010-11, in grades kindergarten to 3.

only 3 yrs (other waves 5 78)

Require the department to give priority to the schools that have the <u>highest</u> percentage of low-income enrollment when awarding the new SAGE contracts.

If you have any questions, please call me at 6-5468, or send me an email at erin.fath@wisconsin.gov

Thank you.

weste 118. 43(2)(6+1) award 118. 43(2)(6)

amend

(a) 10. re: renewals/aut. oppopulated

2250

(b) confirmin note that this level store the runp - what and to be appropriated

In the 2008-09 setrout years and 2009-10 revoid years, to evolute for some public enrolled in grades such acceptable for finding in even school yinghe should district covered by ware:

(s) where sis (3) (91) and by renewals of the order living)

(incorporate priority

(b) (2/9).

(p): award (6)9. To remove tany subsequent school years?

What districts

(incorporate priority)

# DEPARTMENT OF PUBLIC INSTRUCTION 2007-09 BIENNIAL BUDGET DRAFTING REQUEST TO THE LEGISLATIVE REFERENCE BUREAU

☐ Draft for Possible 2007-09 Budget Bill Introduction (Agency Decision Item No. 6004)

Subject:

SAGE Program: Add New Schools -

Request Date:

September 15, 2006

**Agency Contact:** 

Janice Zmrazek (266-2489)

Mike Te Ronde (266-5186)

#### **Brief Description of Intent:**

Amend the statutes to allow a fourth wave of schools to enter and phase-in the SAGE program beginning in the 2008-09 school year (FY09). For contracts beginning in the 2008-09 school year, reduce class size to 15 in the following manner:

- In the 2008-09 school year, in at least grades kindergarten and one.
- In the 2009-10 school year, in at least grades kindergarten to 2.
- In the 2010-11 school year, in at least grades kindergarten to 3.

In accepting new schools into the program, require the department to give priority to the schools that have the highest percentage of low-income enrollment.

#### Related Stat. Citations:

Amend s. 118.43, Wis. Stats., as necessary to accomplish the objective outlined above.

#### 2007 - 2008 LEGISLATURE

LRB-0470/P1 TKK:...

in 10/11/06

DOA:.....Fath, BB0109 - Add new schools to SAGE Program

FOR 2007-09 BUDGET -- NOT READY FOR INTRODUCTION

Po Not Gen

AN ACT ...; relating to: the budget

## Analysis by the Legislative Reference Bureau EDUCATION

#### PRIMARY AND SECONDARY EDUCATION

Current law allowed an eligible school board to enter into a five—year renewable student achievement guarantee (SAGE) contract with DPI to reduce class size to 15 pupils in grades kindergarten to three in schools with specified low—income enrollment. Eligible schools receive \$2,250 for each low—income pupil enrolled in grades eligible for SAGE funding. The most recent set of SAGE contracts expired at the end of the 2004–05 school year.

This bill authorizes a new installment of renewable, five—year SAGE contracts beginning in the 2008–09 school year. DPI is required to give priority in awarding new SAGE contracts to schools with the highest percentage of low—income pupils.

For further information see the *state and local* fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

**Section 1.** 118.43 (2) (bt) of the statutes is created to read:

SECTION 1

118.43 (2) (bt) In the 2008-09 school year, the school board of an eligible school
district may enter into a 5-year achievement guarantee contract with the
department on behalf of one or more schools in the school district if all of the following
apply:

- 1. In the previous school year, the school had an enrollment that was at least 30% low income.
- 2. The school board is not receiving a grant under the preschool to grade 5 program on behalf of any of the schools under s. 115.45.

**SECTION 2.** 118.43 (2) (e) 1. of the statutes is amended to read:

118.43 (2) (e) 1. If the school board of an eligible school district does not enter into an achievement guarantee contract with the department, a school board that has entered into such a contract, other than the school board of the school district operating under ch. 119, may apply to the department to enter into such a contract on behalf of one or more schools that meet the requirements under par. (b), (bg) er, (br), or (bt).

History: 1995 a. 27; 1997 a. 27, 252; 1999 a. 9; 2001 a. 16; 2005 a. 25, 125.

SECTION 3. 118.43 (2) (g) of the statutes is amended to read:

118.43 (2) (g) The department may renew an achievement guarantee contract under pars. (b), (bg), and (br), and (bt) for one or more terms of 5 school years. As a condition of receiving payments under a renewal of an achievement guarantee contract, a school board shall maintain the reduction of class size achieved during the last school year of the original achievement guarantee contract for the grades specified for the last school year of the contract.

History: 1995 a. 27; 1997 a. 27, 252; 1999 a. 9; 2001 a. 16; 2005 a. 25, 25

SECTION 4. 118.43 (3) (intro) of the statutes is amended to read:

(intro. √ 118.43 (3) CONTRACT REQUIREMENTS. Except as provided in pars. (am) and (ar), and An achievement guarantee contract shall require the school board to do all of the

following in each participating school:

History: 1995 a. 27; 1997 a. 27, 252; 1999 a. 9; 2001 a. 16; 2005 a. 25, 125. **SECTION 5.** 118.43 (3) (a) (intrd) of the statutes is amended to read: 4

118.43 (3) (a) Class size. Reduce For contracts that begin in the 1996-97 school

year, reduce each class size to 15 in the following manner:

History: 1995 a. 27; 1997 a. 27, 252; 1999 a. 9; 2001 a. 16; 2005 a. 25, 125.

**Section 6.** 118.43 (3) (at) of the statutes is created to read: 7

118.43 (3) (at) Class size; additional contracts. For contracts that begin in the 8 2008-09 school year, reduce each class size to 15 in the following manner: 9

- 1. In the 2008-09 school year, in at least grades kindergarten and one.
- 2. In the 2009-10 school year, in at least grades kindergarten to 2. 11
- 3. In the 2010-11 to 2012-13 school years, in at least grades kindergarten to 12

13 3.

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**SECTION 7.** 118.43 (6) (b) 9. of the statutes is amended to read: 14

> 118.43 (6) (b) 9. In the 2005-06 and 2006-07 school years, \$2,000 multiplied by the number of low-income pupils enrolled in grades eligible for funding in each school in the school district covered by renewals of contracts under sub. (2) (g); and in the 2007-08 school year and any subsequent school year, \$2,250 multiplied by the number of low-income pupils enrolled in grades eligible for funding in each school in the school district covered by renewals of contracts under sub. (2) (g).

History: 1995 a. 27; 1997 a. 27, 252; 1999 a. 9; 2001 a. 16; 2005 a. 25, 125.

**Section 8.** 118.43 (6) (b) 10. of the statutes is created to read:

118.43 (6) (b) 10. In the 2008-09 school year, \$2,250 multiplied by the number of low income pupils enrolled in grades eligible for funding in each school in the school district covered by contracts under sub. (3) (at) and by renewals of contracts

2 under sub. (2) (g).

3

(END)

D-Note

### Drafter's Note from the Legislative Reference Bureau

LRB-0470/P1dn TKK:



#### Hi Erin:

I have a few questions about the instructions for this draft:

1. The instructions do not address the eligibility criteria to be met by schools seeking to participate in the new wave of SAGE contracts. I drafted the bill assuming that the conditions for participation found at Sections 118.43(2)(b) and (bg) apply (See proposed section 118.43(2)(bt)). Sections 118.43(2)(b) and (bg) condition participation on the following:

a. the school for which the eligible school district is seeking funding had an enrollment that was at least 30% low income; and

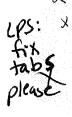
b. the school district is not receiving a grant under the preschool to grade 5 program under s. 115.45 on behalf of the school.

Are these conditions for participation acceptable?

2. The instructions direct the department to give priority in awarding new contracts to schools with the highest percentage of low income pupils. This is not clear.

The SAGE contracts are awarded to school districts to distribute to schools which satisfy the eligibility criteria discussed above. Should the priority be given to the eligible district with the highest percentage of low-income pupils? To the eligible district with the school that has the highest percentage of low-income pupils? What if one eligible district has one school with a very high population of low-income pupils and another district has more than one school each of which has a lower percentage of low-income pupils overall? Should this priority be placed in the initial eligibility paragraph or should the prioritization occur when the funds are being distributed? See, for example, section 118.43(6)(b)6., which required the department to first make payments to school district covered by the first two waves of SAGE contracts, then to districts covered by the third wave, and within that third wave, to give priority to schools with the highest percentage of low-income pupils.

Please advise. Because of the confusion surrounding this particular instruction, I have not included the priority requirement in this draft.



X

3. I made several assumptions about the new wave of contracts.

a. First, I assumed that the Department could enter into contracts with a school district for one <u>or more</u> schools in the district.

b. Second, I assumed that the fall-back provisions of s. 118.43(2)(e)1. apply, and amended this subdivision to this effect. Under s. 118.43(2)(e)1., if a school board of an eligible school district does not enter into a SAGE contract, a school board of another eligible district that has entered into a SAGE contract (other than MPS) may apply to enter into a contract on behalf of other eligible schools.

c. Third, I assumed that the Department wishes to permit renewals of this fourth wave of SAGE contracts, and amended section 118.43(2)(g) to this effect.

Are these accurate assumptions?

4. The instructions call for a reduction in class size to 15 pupils or less over a <u>three</u> year period as follows:

a. 2008-09, in at least grades K and 1;
b. 2009-10, in at least grades K to 2; and
c. 20010-11, in grades K to 3.

In the past, the contracts have run for <u>five</u> years, with the reduction in class size in K to 3 occurring over a three year time period. (See, e.g., 118.43(3)(a)3., (am)3., and (ar)3.). I drafted proposed section 118.43(3)(at)3. to be consistent with prior, 5-year SAGE contracts so that the class reductions in grades K to 3 would occur over years 2010-11 to 2012-13, rather than 2010-11. Is that okay?

5. This draft assumes that each school district that has entered into a SAGE contract under this fourth wave will receive \$2,250 (the amount found at section 118.43(6)(b)9.), multiplied by the number of low-income pupils enrolled in grades eligible for funding in each school in the district covered by the contract. Is that the correct amount?

6. Finally, it came to my attention that subsection 118.43(5)(b) expired at the close of the 2003-04 school year. This subsection provides for review of progress made by SAGE schools and for the termination of contracts with those schools where insufficient progress has been made. Review is conducted by a committee composed of the state superintendent, the chairpersons of the education committees of the senate and assembly, and the person responsible for SAGE program evaluation under subsection 118.43(7). Does the department wish to extend the committee's authority to review SAGE contracts?

Please let me know whether I have accomplished your intent, if you wish to modify any of the proposed sections, or if this draft has raised additional questions.

Tracy K. Kuczenski Legislative Attorney Phone: (608) 266–8967

E-mail: tracy.kuczenski@legis.wisconsin.gov

\*

X

# DRAFTER'S NOTE FROM THE LEGISLATIVE REFERENCE BUREAU

LRB-0470/P1dn TKK:kjf:rs

October 13, 2006

#### Hi Erin:

I have a few questions about the instructions for this draft:

- 1. The instructions do not address the eligibility criteria to be met by schools seeking to participate in the new wave of SAGE contracts. I drafted the bill assuming that the conditions for participation found at sections 118.43 (2) (b) and (bg) apply (see proposed section 118.43 (2) (bt)). Sections 118.43 (2) (b) and (bg) condition participation on the following:
  - a. The school for which the eligible school district is seeking funding had an enrollment that was at least 30 percent low income; and
  - b. The school district is not receiving a grant under the preschool to grade 5 program under s. 115.45 on behalf of the school.

Are these conditions for participation acceptable?

2. The instructions direct the department to give priority in awarding new contracts to schools with the highest percentage of low-income pupils. This is not clear.

The SAGE contracts are awarded to school districts to distribute to schools which satisfy the eligibility criteria discussed above. Should the priority be given to the *eligible district* with the highest percentage of low-income pupils? To the eligible district with the *school* that has the highest percentage of low-income pupils? What if one eligible district has one school with a very high population of low-income pupils and another district has more than one school each of which has a lower percentage of low-income pupils but which has a higher percentage of low-income pupils overall? Should this priority be placed in the initial eligibility paragraph or should the prioritization occur when the funds are being distributed? See, for example, section 118.43 (6) (b) 6., which required the department to first make payments to school districts covered by the first two waves of SAGE contracts, then to districts covered by the third wave, and *within that third wave*, to give priority to schools with the highest percentage of low-income pupils.

Please advise. Because of the confusion surrounding this particular instruction, I have not included the priority requirement in this draft.

- 3. I made several assumptions about the new wave of contracts.
  - a. First, I assumed that the department could enter into contracts with a school district for one or more schools in the district.
  - b. Second, I assumed that the fall-back provisions of s. 118.43 (2) (e) 1. apply, and amended this subdivision to this effect. Under s. 118.43 (2) (e) 1., if a school board of an eligible school district does not enter into a SAGE contract, a school board of another eligible district that has entered into a SAGE contract (other than MPS) may apply to enter into a contract on behalf of other eligible schools.
  - c. Third, I assumed that the department wishes to permit renewals of this fourth wave of SAGE contracts, and amended section 118.43 (2) (g) to this effect.

Are these accurate assumptions?

- 4. The instructions call for a reduction in class size to 15 pupils or less over a <u>three</u> year period as follows:
  - a. 2008-09, in at least grades K and 1;
  - b. 2009-10, in at least grades K to 2; and
  - c. 2010-11, in grades K to 3.

In the past, the contracts have run for <u>five</u> years, with the reduction in class size in K to 3 occurring over a three-year time period. (See, e.g., 118.43 (3) (a) 3., (am) 3., and (ar) 3.). I drafted proposed section 118.43 (3) (at) 3. to be consistent with prior, 5-year SAGE contracts so that the class reductions in grades K to 3 would occur over years 2010-11 to 2012-13, rather than 2010-11. Is that okay?

- 5. This draft assumes that each school district that has entered into a SAGE contract under this fourth wave will receive \$2,250 (the amount found at section 118.43 (6) (b) 9.), multiplied by the number of low-income pupils enrolled in grades eligible for funding in each school in the district covered by the contract. Is that the correct amount?
- 6. Finally, it came to my attention that section 118.43 (5) (b) expired at the close of the 2003–04 school year. Subsection (5) (b) provides for review of progress made by SAGE schools and for the termination of contracts with those schools where insufficient progress has been made. Review is conducted by a committee composed of the state superintendent, the chairpersons of the education committees of the senate and assembly, and the person responsible for SAGE program evaluation under section 118.43 (7). Does the department wish to extend the committee's authority to review SAGE contracts?

Please let me know whether I have accomplished your intent, if you wish to modify any of the proposed sections, or if this draft has raised additional questions.

Tracy K. Kuczenski Legislative Attorney Phone: (608) 266–8967

E-mail: tracy.kuczenski@legis.wisconsin.gov



## State of Misconsin 2007 - 2008 LEGISLATURE

PZ LRB-0470/P1 TKK:kjf://

11 1/4/07

Ins.

DOA:.....Fath, BB0109 - Add new schools to SAGE Program

FOR 2007-09 BUDGET -- NOT READY FOR INTRODUCTION

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AN ACT ...; relating to: the budget.

# Analysis by the Legislative Reference Bureau EDUCATION

#### PRIMARY AND SECONDARY EDUCATION

Current law allowed an eligible school board to enter into a five-year renewable student achievement guarantee (SAGE) contract with DPI to reduce class size to 15 pupils in grades kindergarten to three in schools with specified low-income enrollment. Eligible schools receive \$2,250 for each low-income pupil enrolled in grades eligible for SAGE funding. The most recent set of SAGE contracts expired at the end of the 2004–05 school year.

This bill authorizes a new installment of renewable, five-year SAGE contracts beginning in the 2008-09 school year. DPI is required to give priority in awarding new SAGE contracts to schools with the highest percentage of low-income pupils.

For further information see the *state and local* fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

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**Section 1.** 118.43 (2) (bt) of the statutes is created to read:

11	8.43 (2	<b>2)</b> (bt) ]	In the	20	08-09 sc	chool year, the	school board	of an elig	ible sc	hool
district	may	enter	into	a	5-year	achievement	guarantee	contract	with	the
departn	nent o	n behal	fofon	e o	r more so	chools in the sc	hool district	if all of the	efollov	ving
apply:										

- 1. In the previous school year, the school had an enrollment that was at least 30 percent low income.
- 2. The school board is not receiving a grant under the preschool to grade 5 program on behalf of any of the schools under s. 115.45.
  - **SECTION 2.** 118.43 (2) (e) 1. of the statutes is amended to read:
- 118.43 (2) (e) 1. If the school board of an eligible school district does not enter into an achievement guarantee contract with the department, a school board that has entered into such a contract, other than the school board of the school district operating under ch. 119, may apply to the department to enter into such a contract on behalf of one or more schools that meet the requirements under par. (b), (bg) or, (br), or (bt).

#### **Section 3.** 118.43 (2) (g) of the statutes is amended to read:

118.43 (2) (g) The department may renew an achievement guarantee contract under pars. (b), (bg), and (br), and (bt) for one or more terms of 5 school years. As a condition of receiving payments under a renewal of an achievement guarantee contract, a school board shall maintain the reduction of class size achieved during the last school year of the original achievement guarantee contract for the grades specified for the last school year of the contract.

**SECTION 4.** 118.43 (3) (intro.) of the statutes is amended to read:

1	118.43 (3) Contract requirements. (intro.) Except as provided in pars. (am)
2	and (ar), an An achievement guarantee contract shall require the school board to do
3	all of the following in each participating school:
4	Section 5. 118.43 (3) (a) (intro.) of the statutes is amended to read:
5	118.43 (3) (a) Class size. (intro.) Reduce For contracts that begin in the
6	1996–97 school year, reduce each class size to 15 in the following manner:
7	<b>Section 6.</b> 118.43 (3) (at) of the statutes is created to read:
8	118.43 (3) (at) Class size; additional contracts. For contracts that begin in the
9	2008–09 school year, reduce each class size to 15 in the following manner:
10	1. In the 2008–09 school year, in at least grades kindergarten and one.
11	2. In the 2009–10 school year, in at least grades kindergarten to 2.
12	3. In the $2010-11$ to $2012-13$ school years, in at least grades kindergarten to
13	3.
14	<b>SECTION 7.</b> 118.43 (6) (b) 9. of the statutes is amended to read:
15	118.43 (6) (b) 9. In the 2005-06 and 2006-07 school years, \$2,000 multiplied
16	
10	by the number of low-income pupils enrolled in grades eligible for funding in each
17	by the number of low-income pupils enrolled in grades eligible for funding in each school in the school district covered by renewals of contracts under sub. (2) (g); and
17	school in the school district covered by renewals of contracts under sub. (2) (g); and
17 18	school in the school district covered by renewals of contracts under sub. (2) (g); and in the 2007–08 school year and any subsequent school year, \$2,250 multiplied by the
17 18 19	school in the school district covered by renewals of contracts under sub. (2) (g); and in the 2007–08 school year and any subsequent school year, \$2,250 multiplied by the number of low–income pupils enrolled in grades eligible for funding in each school
17 18 19 20	school in the school district covered by renewals of contracts under sub. (2) (g); and in the 2007–08 school year and any subsequent school year, \$2,250 multiplied by the number of low-income pupils enrolled in grades eligible for funding in each school in the school district covered by renewals of contracts under sub. (2) (g).  Section 8. 118.43 (6) (b) 10. of the statutes is created to read:  118.43 (6) (b) 10. In the 2008–09 school year, \$2,250 multiplied by the number
17 18 19 20 21	school in the school district covered by renewals of contracts under sub. (2) (g); and in the 2007–08 school year and any subsequent school year, \$2,250 multiplied by the number of low-income pupils enrolled in grades eligible for funding in each school in the school district covered by renewals of contracts under sub. (2) (g).  Section 8. 118.43 (6) (b) 10. of the statutes is created to read:

school district covered by contracts under sub. (3) (at) and by renewals of contracts

2 under sub. (2) (g). y

(END)

#### 2007-2008 DRAFTING INSERT FROM THE LEGISLATIVE REFERENCE BUREAU

Insert 1: Insert on p. 1 line 2.

**SECTION 1.** 20.255 (2) (cu) of the statutes is amended to read:

20.255 (2) (cu) Achievement guarantee contracts. The amounts in the schedule for aid to school districts and the program evaluation under s. 118.43 118.43 (6) (b) 1. to 9. and (7).

History: 1971 c. 42, 56, 125; 1971 c. 152 s. 38; 1971 c. 154 s. 80; 1971 c. 211 ss. 24, 126; 1971 c. 215; 1973 c. 89 s. 20 (2); 1973 c. 90, 190, 243, 300, 307, 333, 336; 1975 c. 39 ss. 97 to 109, 732 (1); 1975 c. 105, 220, 224, 395; 1977 c. 26 s. 75; 1977 c. 29; 1977 c. 83 s. 26; 1977 c. 418 ss. 88m to 90, 929 (55); 1979 c. 34 ss. 164 to 191, 2102 (43) (a); 1979 c. 221 ss. 96e to 97w, 2200 (43); 1979 c. 346 ss. 9, 15; 1981 c. 20, 86, 169; 1981 c. 314 s. 146; 1983 a. 22 s. 6; 1983 a. 27 ss. 158 to 212, 2200 (42), 2202 (42); 1983 a. 192; 1983 a. 333 s. 6; 1983 a. 370; 1985 a. 29, 56, 75, 120; 1987 a. 27, 339, 399; 1989 a. 31, 56, 114, 122, 269, 299, 309, 336, 359; 1991 a. 32, 39, 196, 269; 1993 a. 16, 168, 367, 377, 437, 454, 458, 490, 491; 1995 a. 27 ss. 563, 567 to 599, 622, 623, 9145 (1); 1995 a. 49, 227; 1997 a. 27, 113, 164, 237, 252; 1999 a. 9, 185; 2001 a. 16, 57, 105; 109; 2003 a. 33; 2005 a. 25, 43.

Insert 2: Insert on p. 4 line 2:

In making these payments, the department shall give priority to schools that have the highest percentage of low-income pupil enrollment. Notwithstanding par.

(b) (intro), state aid under this subdivision shall be paid from the appropriation under s. 20.255 (2) (t).

\*\*\*\*Note: Section 20.255 (2) (t) is created in LRB-1275.

#### Kuczenski, Tracy

From:

Fath, Erin - DOA

Sent:

Friday, December 22, 2006 12:28 PM

To:

Kuczenski, Tracy

Subject: LRB draft 0470/1 - SAGE add new schools

Hi Tracy,

yes

I'm finally getting back to you on your questions for this draft:

1) Yes, the two conditions you've included for participation are acceptable; we may increase the low-income threshold to something above 30%, but until that decision is made, let's leave as is.

2) Concerning prioritizing schools with the highest percentage of low-income pupils: the emphasis should be on the school, not the district and it should be specified as a condition of eligibility, rather than occurring when funds are distributed. That is, in order to be eligible, a school must meet the low-income threshold and not be receiving preschool to grade 5 grant funds, and on top of that, DPI must select from the pool of eligible applicants those schools with the highest concentrations of pupils in poverty. Does that make sense?

B) All of these assumptions are correct, at least for the time being

4) Yes, ok as you have drafted. Concerning part b. of your question (fall back provisions under s. 118.43 (2)(e)1., we may need to rethink this in terms of how it interacts with Milwaukee ... see my second question below. For now, however, you can leave the draft as is.

Yes, this is ok for now, although the amount may change to \$2,500; since that decision is still pending,

please leave as you have drafted it for now.

Thank you for pointing this out; I wasn't aware of it. Do not extend the committee's authority to review SAGE contracts at this point. I will have to check to see if there is an interest in extending it.

#### Two questions:

1) Are the changes that you included in the draft under Section 4 & 5 simply for the sake of consistency (that was my interpretation; just checking)

Do you know whether there would be problems with either targeting the new wave of contracts to one specific district (Milwaukee) or with specifying that the department shall award X number of contracts to a school district operating under ch. 119 [Milwaukee] (and X number of contracts to other eligible districts in the state)? There has been some discussion of really targeting Milwaukee with this new round of contracts, but I don't know if explicitly requiring DPI to award contracts to Milwaukee schools creates legal issues. I think one way around that might be to specify a low-income threshold sufficiently high to exclude most of the schools in the state outside of Milwaukee (for example, in FY06, nearly 40% of schools in Milwaukee had a FRPL eligibility of 81% or more, compared to 5.6% of all schools statewide, and less than 2% of schools outside of Milwaukee).

And finally, one NOTE: I will be sending over a new drafting request either today or early next week that will include a reference to expanding the SAGE program, but will specify that funding for the new contracts will come from a new appropriation; in short, the request will be to create a new SEG fund, supported with revenues transferred from the state's share of the Real Estate Transfer Fee; the new fund will be used to pay for the expansion of the SAGE program as well as some other new K-12 initiatives in DPI. I am not sure if the best way to do this is to keep the language surrounding new SAGE contracts in a separate draft from the language surrounding fund source for the new contracts, or to re-create the language in draft 0470 in the newly requested draft and keep them going as parallel drafts ... something we'll want to discuss when you see the new drafting request.

Ok, enough SAGE - Happy Holidays!!

Erin K. Fath

12/28/2006



# State of Misconsin 2007 - 2008 LEGISLATURE

LRB-0470/P2
TKK:kjf:gb

d-note

in 1/14/03

DOA:.....Fath, BB0109 - Add new schools to SAGE Program

FOR 2007-09 BUDGET -- NOT READY FOR INTRODUCTION

Don't Gen

AN ACT ...; relating to: the budget.

# Analysis by the Legislative Reference Bureau EDUCATION

#### PRIMARY AND SECONDARY EDUCATION

Current law allowed an eligible school board to enter into a five-year renewable student achievement guarantee (SAGE) contract with DPI to reduce class size to 15 pupils in grades kindergarten to three in schools with specified low-income enrollment. Eligible schools receive \$2,250 for each low-income pupil enrolled in grades eligible for SAGE funding. The most recent set of SAGE contracts expired at the end of the 2004–05 school year.

This bill authorizes a new installment of renewable, five-year SAGE contracts beginning in the 2008-09 school year. DPI is required to give priority in awarding new SAGE contracts to schools with the highest percentage of low-income pupils.

For further information see the *state and local* fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

2

1

**SECTION 1.** 20.255 (2) (cu) of the statutes is amended to read:

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$I_{\mathcal{I}}$	20.255 <b>(2)</b> (cu)	Achievement guaran	tee contracts. T	he amounts in the	e schedule
and the second			and the state of t		KEEPER CO.
(2)	for aid to school dist	ricts and the program	m evaluation ur	nder s. <del>118.43</del> <u>118</u>	3.43 (6) (b)
Annual Control				Constitution of the Consti	
(3)	1. to 9. and (7).			ere man en milijen in de september 1904 for de september en beskriven de Sperior for de september 1904 for de se	
	Language Control of the Control of t				

**SECTION 2.** 118.43 (2) (bt) of the statutes is created to read:

118.43 (2) (bt) In the 2008–09 school year, the school board of an eligible school district may enter into a 5-year achievement guarantee contract with the department on behalf of one or more schools in the school district if all of the following apply:

- 1. In the previous school year, the school had an enrollment that was at least 30 percent low income.
- 2. The school board is not receiving a grant under the preschool to grade 5 program on behalf of any of the schools under s. 115.45.

**SECTION 3.** 118.43 (2) (e) 1. of the statutes is amended to read:

118.43 (2) (e) 1. If the school board of an eligible school district does not enter into an achievement guarantee contract with the department, a school board that has entered into such a contract, other than the school board of the school district operating under ch. 119, may apply to the department to enter into such a contract on behalf of one or more schools that meet the requirements under par. (b), (bg) ex, (br), or (bt).

**SECTION 4.** 118.43 (2) (g) of the statutes is amended to read:

118.43 (2) (g) The department may renew an achievement guarantee contract under pars. (b), (bg), and (br), and (bt) for one or more terms of 5 school years. As a condition of receiving payments under a renewal of an achievement guarantee contract, a school board shall maintain the reduction of class size achieved during

1 the last school year of the original achievement guarantee contract for the grades  $\mathbf{2}$ specified for the last school year of the contract. 3 **Section 5.** 118.43 (3) (intro.) of the statutes is amended to read: 118.43 (3) CONTRACT REQUIREMENTS. (intro.) Except as provided in pars. (am) 4 5 and (ar), an An achievement guarantee contract shall require the school board to do 6 all of the following in each participating school: 7 **SECTION 6.** 118.43 (3) (a) (intro.) of the statutes is amended to read: 8 118.43 (3) (a) Class size. (intro.) Reduce For contracts that begin in the 1996–97 school year, reduce each class size to 15 in the following manner: 9 10 **Section 7.** 118.43 (3) (at) of the statutes is created to read: 11 118.43 (3) (at) Class size; additional contracts. For contracts that begin in the 12 2008–09 school year, reduce each class size to 15 in the following manner: 13 1. In the 2008-09 school year, in at least grades kindergarten and one. 2. In the 2009-10 school year, in at least grades kindergarten to 2. 14 15 3. In the 2010-11 to 2012-13 school years, in at least grades kindergarten to 16 3. 17 **SECTION 8.** 118.43 (6) (b) 9. of the statutes is amended to read: 18 118.43 (6) (b) 9. In the 2005-06 and 2006-07 school years, \$2,000 multiplied 19 by the number of low-income pupils enrolled in grades eligible for funding in each 20 school in the school district covered by renewals of contracts under sub. (2) (g); and 21 in the 2007-08 school year and any subsequent school year, \$2,250 multiplied by the 22 number of low-income pupils enrolled in grades eligible for funding in each school 23 in the school district covered by renewals of contracts under sub. (2) (g). 24 **Section 9.** 118.43 (6) (b) 10. of the statutes is created to read:

8	(END)
0	
	****Note: Section 20.255 (2) (t) is created in LRB-1275.
7	the appropriation under s. 20,255 (2) (t).
and the same	Two twithstanding par. (b) (intro), state and under this subdivision shart be paid from
<b>6</b>	Notwithstanding par. (b) (intro), state aid under this subdivision shall be paid from
5	schools that have the highest percentage of low-income pupil enrollment.
4	under sub. (2) (g). In making these payments, the department shall give priority to
3	school district covered by contracts under sub. (3) (at) and by renewals of contracts
2	of low-income pupils enrolled in grades eligible for funding in each school in the
1	118.43 <b>(6)</b> (b) 10. In the 2008–09 school year, \$2,250 multiplied by the number

# DRAFTER'S NOTE FROM THE LEGISLATIVE REFERENCE BUREAU

LRB-0470/P2dn TKK:kjf:

Date

Erin:

This draft returns the source of funding for this new wave of SAGE contracts to the appropriation at Section 20.255 (2) (cu).

Tracy K. Kuczenski Legislative Attorney Phone: (608) 266–8967

E-mail: tracy.kuczenski@legis.wisconsin.gov

# DRAFTER'S NOTE FROM THE LEGISLATIVE REFERENCE BUREAU

LRB-0470/P3dn TKK:kjf:nwn

January 15, 2007

#### Erin:

This draft returns the source of funding for this new wave of SAGE contracts to the appropriation at section 20.255 (2) (cu).

Tracy K. Kuczenski Legislative Attorney Phone: (608) 266–8967

E-mail: tracy.kuczenski@legis.wisconsin.gov

#### Kuczenski, Tracy

From: Fath, Erin - DOA

Sent: Thursday, January 25, 2007 3:48 PM

To: Kuczenski, Tracy

Subject: draft 0470 - expanding SAGE

#### Hi Tracy,

On the expanding the SAGE program draft (0470/P3), this is what we'll do:

- Remove 118.43 (2)(bt)1. [the 30% low income pupils threshold], and instead:

- Required DPI to give priority to the schools with the highest percentage of low income pupils when awarding the grant

You can go ahead and delete the very last sentence of Section 8 of the draft.

#### Thanks!

#### Erin K. Fath

Wisconsin State Budget Office (608) 266-5468 erin.fath@wisconsin.gov



# State of Misconsin 2007 - 2008 LEGISLATURE

LRB-0470/P8

in 1/26/07

insect

DOA:.....Fath, BB0109 - Add new schools to SAGE Program

FOR 2007-09 BUDGET -- NOT READY FOR INTRODUCTION

Pont Gen

AN ACT ...; relating to: the budget.

# Analysis by the Legislative Reference Bureau EDUCATION

#### PRIMARY AND SECONDARY EDUCATION

Current law allows an eligible school board to enter into a five-year renewable student achievement guarantee (SAGE) contract with DPI to reduce class size to 15 pupils in grades kindergarten to three in schools with specified low-income enrollment. Eligible schools receive \$2,250 for each low-income pupil enrolled in grades eligible for SAGE funding. The most recent set of SAGE contracts expired at the end of the 2004–05 school year.

This bill authorizes a new installment of renewable, five-year SAGE contracts beginning in the 2008-09 school year. DPI is required to give priority in awarding new SAGE contracts to schools with the highest percentage of low-income pupils.

For further information see the *state and local* fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

 $\mathbf{2}$ 

1

SECTION 1. 118.43 (2) (bt) of the statutes is created to read:

Insert 2-1

118.43 (2) (bt) In the 2008-09 school year, the school board of an eligible school district may enter into a 5-year achievement guarantee contract with the department on behalf of one or more schools in the school district if all of the following apply:

- 1. In the previous school year, the school had an enrollment that was at least 30 percent low income.
- 2. The school board is not receiving a grant under the preschool to grade 5 program on behalf of any of the schools under s. 115.45.

**SECTION 2.** 118.43 (2) (e) 1. of the statutes is amended to read:

118.43 (2) (e) 1. If the school board of an eligible school district does not enter into an achievement guarantee contract with the department, a school board that has entered into such a contract, other than the school board of the school district operating under ch. 119, may apply to the department to enter into such a contract on behalf of one or more schools that meet the requirements under par. (b), (bg) or, (br), or (bt).

**Section 3.** 118.43 (2) (g) of the statutes is amended to read:

118.43 (2) (g) The department may renew an achievement guarantee contract under pars. (b), (bg), and (br), and (bt) for one or more terms of 5 school years. As a condition of receiving payments under a renewal of an achievement guarantee contract, a school board shall maintain the reduction of class size achieved during the last school year of the original achievement guarantee contract for the grades specified for the last school year of the contract.

**Section 4.** 118.43 (3) (intro.) of the statutes is amended to read:

1	118.43 (3) CONTRACT REQUIREMENTS. (intro.) Except as provided in pars. (am)
2	and (ar), an An achievement guarantee contract shall require the school board to do
3	all of the following in each participating school:
4	SECTION 5. 118.43 (3) (a) (intro.) of the statutes is amended to read:
5	118.43 (3) (a) Class size. (intro.) Reduce For contracts that begin in the
6	1996-97 school year, reduce each class size to 15 in the following manner:
7	SECTION 6. 118.43 (3) (at) of the statutes is created to read:
8	118.43 (3) (at) Class size; additional contracts. For contracts that begin in the
9	2008-09 school year, reduce each class size to 15 in the following manner:
10	1. In the 2008-09 school year, in at least grades kindergarten and one.
11	2. In the 2009–10 school year, in at least grades kindergarten to 2.
12	3. In the 2010-11 to 2012-13 school years, in at least grades kindergarten to
13	<b>3.</b>
14	SECTION 7. 118.43 (6) (b) 9. of the statutes is amended to read:
15	118.43 (6) (b) 9. In the 2005-06 and 2006-07 school years, \$2,000 multiplied
16	by the number of low-income pupils enrolled in grades eligible for funding in each
17	school in the school district covered by renewals of contracts under sub. (2) (g); and
18	in the 2007–08 school year <del>and any subsequent school year</del> , \$2,250 multiplied by the
19	number of low-income pupils enrolled in grades eligible for funding in each school
20	in the school district covered by renewals of contracts under sub. (2) (g).
21	SECTION 8. 118.43 (6) (b) 10. of the statutes is created to read:
22	118.43 <b>(6)</b> (b) 10. In the 2008–09 school year, \$2,250 multiplied by the number
23	of low-income pupils enrolled in grades eligible for funding in each school in the
24	school district covered by contracts under sub. (3) (at) and by renewals of contracts

under sub. (2) (g). In making these payments, the department shall give priority to

schools that have the highest percentage of low-income pupil enrollment.

(END)

3

#### 2007-2008 DRAFTING INSERT FROM THE LEGISLATIVE REFERENCE BUREAU

Insert 2-1

**SECTION 1.** 118.43 (2) (bt) of the statutes is created to read:

118.43 (2) (bt) In the 2008-09 school year, the school board of an eligible school district may enter into a 5-year achievement guarantee contract with the department on behalf of one or more schools in the school district if the school board is not receiving a grant under the preschool to grade 5 program on behalf of the schools under s. 115. 45. In awarding a contract under this paragraph, the department shall give priority to schools that have the highest percentage of low-income pupil enrollment.



# State of Misconsin 2007 - 2008 LEGISLATURE

LRB-0470/1 TKK:kjf:nwn

DOA:.....Fath, BB0109 - Add new schools to SAGE Program

FOR 2007-09 BUDGET -- NOT READY FOR INTRODUCTION

1 AN ACT ...; relating to: the budget.

# Analysis by the Legislative Reference Bureau EDUCATION

#### PRIMARY AND SECONDARY EDUCATION

Current law allows an eligible school board to enter into a five-year renewable student achievement guarantee (SAGE) contract with DPI to reduce class size to 15 pupils in grades kindergarten to three in schools with specified low-income enrollment. Eligible schools receive \$2,250 for each low-income pupil enrolled in grades eligible for SAGE funding. The most recent set of SAGE contracts expired at the end of the 2004–05 school year.

This bill authorizes a new installment of renewable, five-year SAGE contracts beginning in the 2008–09 school year. DPI is required to give priority in awarding new SAGE contracts to schools with the highest percentage of low-income pupils.

For further information see the *state and local* fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

118.43 (2) (bt) In the 2008-09 school year, the school board of an eligible school district may enter into a 5-year achievement guarantee contract with the department on behalf of one or more schools in the school district if the school board is not receiving a grant under the preschool to grade 5 program on behalf of the schools under s. 115.45. In awarding a contract under this paragraph, the department shall give priority to schools that have the highest percentage of low-income pupil enrollment.

**Section 2.** 118.43 (2) (e) 1. of the statutes is amended to read:

118.43 (2) (e) 1. If the school board of an eligible school district does not enter into an achievement guarantee contract with the department, a school board that has entered into such a contract, other than the school board of the school district operating under ch. 119, may apply to the department to enter into such a contract on behalf of one or more schools that meet the requirements under par. (b), (bg) or, (br), or (bt).

**Section 3.** 118.43 (2) (g) of the statutes is amended to read:

118.43 (2) (g) The department may renew an achievement guarantee contract under pars. (b), (bg), and (br), and (bt) for one or more terms of 5 school years. As a condition of receiving payments under a renewal of an achievement guarantee contract, a school board shall maintain the reduction of class size achieved during the last school year of the original achievement guarantee contract for the grades specified for the last school year of the contract.

**Section 4.** 118.43 (3) (intro.) of the statutes is amended to read:

118.43 (3) CONTRACT REQUIREMENTS. (intro.) Except as provided in pars. (am) and (ar), an An achievement guarantee contract shall require the school board to do all of the following in each participating school:

1	<b>Section 5.</b> 118.43 (3) (a) (intro.) of the statutes is amended to read:
2	118.43 (3) (a) Class size. (intro.) Reduce For contracts that begin in the
3	1996–97 school year, reduce each class size to 15 in the following manner:
4	<b>Section 6.</b> 118.43 (3) (at) of the statutes is created to read:
5	118.43 (3) (at) Class size; additional contracts. For contracts that begin in the
6	2008–09 school year, reduce each class size to 15 in the following manner:
7	1. In the 2008–09 school year, in at least grades kindergarten and one.
8	2. In the 2009–10 school year, in at least grades kindergarten to 2.
9	3. In the 2010–11 to 2012–13 school years, in at least grades kindergarten to
10	<b>3.</b>
11,	SECTION 7. 118.43 (6) (b) 9. of the statutes is amended to read:
12	118.43 (6) (b) 9. In the 2005-06 and 2006-07 school years, \$2,000 multiplied
13	by the number of low-income pupils enrolled in grades eligible for funding in each
14	school in the school district covered by renewals of contracts under sub. (2) (g); and
15	in the 2007-08 school year and any subsequent school year, \$2,250 multiplied by the
16	number of low-income pupils enrolled in grades eligible for funding in each school
17	in the school district covered by renewals of contracts under sub. (2) (g).
18	Section 8. 118.43 (6) (b) 10. of the statutes is created to read:
19	118.43 <b>(6)</b> (b) 10. In the 2008-09 school year, \$2,250 multiplied by the number
20	of low-income pupils enrolled in grades eligible for funding in each school in the
21	school district covered by contracts under sub. (3) (at) and by renewals of contracts
22	under sub. (2) (g).
23	(END)